

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL -- MAKE CHANGES AS NECESSARY

C

W-01278A
Clemenceau Water Company
P. O. Box 58
Cottonwood AZ 853260000

ANNUAL REPORT
RECEIVED

MAR 28 2005

AZ Corporation Commission
Director Of Utilities

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) <u>CLEMENCEAU WATER COMPANY</u>		
Mailing Address <u>P. O. Box 58</u>		
<u>Cottonwood</u> (City)	<u>AZ</u> (State)	<u>86326</u> (Zip)
<u>(928) 634-8879</u>	<u>(928) 634-8879</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>P. O. Box 58</u>		
<u>Cottonwood</u> (City)	<u>AZ</u> (State)	<u>86326</u> (Zip)
<u>(928) 634-8879</u>	<u>(928) 634-8879</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>George T. Siler, Jr.</u>		<u>President</u>	
	(Name)		(Title)
<u>P. O. Box 58</u> (Street)	<u>Cottonwood</u> (City)	<u>AZ</u> (State)	<u>86326</u> (Zip)
<u>(928) 634-8879</u>	<u>(928) 634-8879</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>George T. Siler, Jr.</u>			
	(Name)		
<u>1865 E. Carpenter Lane</u> (Street)	<u>Cottonwood</u> (City)	<u>AZ</u> (State)	<u>86326</u> (Zip)
<u>(928) 646-6059</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Esser, Bradley & Assoc.

(Name)

1785 W. Hwy 89A, Suite 2-1 Sedona

AZ

86336

(Street)

(City)

(State)

(Zip)

(928) 282-1483

(928) 282-7885

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: James N. Bradley

(Name)

1785 W. Hwy 89A, Suite 2-1 Sedona

AZ

86336

(Street)

(City)

(State)

(Zip)

(928) 282-1483

(928) 282-7885

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	2,657		2,657
302	Franchises	4,255		4,255
303	Land and Land Rights	13,200		13,200
304	Structures and Improvements	19,567	12,539	7,028
307	Wells and Springs	42,888	42,888	-0-
311	Pumping Equipment	81,692	66,827	14,865
320	Water Treatment Equipment	950	950	-0-
330	Distribution Reservoirs and Standpipes	146,394	92,327	54,067
331	Transmission and Distribution Mains	216,896	205,859	11,037
333	Services	34,651	26,006	8,645
334	Meters and Meter Installations	31,049	23,070	7,979
335	Hydrants	17,294	9,827	7,467
336	Backflow Prevention Devices	-0-	-0-	-0-
339	Other Plant and Misc. Equipment	247	180	67
340	Office Furniture and Equipment	1,496	526	970
341	Transportation Equipment	12,436	1,244	11,192
343	Tools, Shop and Garage Equipment	2,511	2,259	252
344	Laboratory Equipment	-0-	-0-	-0-
345	Power Operated Equipment	15,000	2,250	12,750
346	Communication Equipment	-0-	-0-	-0-
347	Miscellaneous Equipment	-0-	-0-	-0-
348	Other Tangible Plant	-0-	-0-	-0-
	TOTALS	643,183	486,752	156,431

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	2,657	-0-	-0-
302	Franchises	4,255	-0-	-0-
303	Land and Land Rights	13,200	-0-	-0-
304	Structures and Improvements	19,567	5%	978
307	Wells and Springs	42,888	5%	-0-
311	Pumping Equipment	81,692	5%	4,085
320	Water Treatment Equipment	950	5%	48
330	Distribution Reservoirs and Standpipes	146,394	5%	7,320
331	Transmission and Distribution Mains	216,896	5%	10,845
333	Services	34,651	5%	1,733
334	Meters and Meter Installations	31,049	5%	1,552
335	Hydrants	17,294	5%	865
336	Backflow Prevention Devices	-0-	-0-	-0-
339	Other Plant and Misc. Equipment	247	5%	12
340	Office Furniture and Equipment	1,496	5%	75
341	Transportation Equipment	12,436	5%	622
343	Tools, Shop and Garage Equipment	2,511	5%	126
344	Laboratory Equipment	-0-	-0-	-0-
345	Power Operated Equipment	15,000	5%	750
346	Communication Equipment	-0-	-0-	-0-
347	Miscellaneous Equipment	-0-	-0-	-0-
348	Other Tangible Plant	-0-	-0-	-0-
	TOTALS	643,183		29,011

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		10/20/2004
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 105,316	\$ 49,810
134	Working Funds	12,710	16,083
135	Temporary Cash Investments	-0-	-0-
141	Customer Accounts Receivable	17,414	2,365
146	Notes/Receivables from Associated Companies	-0-	-0-
151	Plant Material and Supplies	50,756	48,807
162	Prepayments	-0-	-0-
174	Miscellaneous Current and Accrued Assets	4,961	-0-
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 191,157	\$ 117,065
	FIXED ASSETS		
101	Utility Plant in Service	\$ 642,183	\$ 643,183
103	Property Held for Future Use	-0-	-0-
105	Construction Work in Progress	-0-	-0-
108	Accumulated Depreciation -- Utility Plant	-457,781	-486,752
121	Non-Utility Property	-0-	-0-
122	Accumulated Depreciation -- Non Utility	-0-	-0-
	TOTAL FIXED ASSETS	\$ 184,402	\$ 156,431
	TOTAL ASSETS	\$ 375,559	\$ 273,496

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 11,822	\$ 19,872
232	Notes Payable (Current Portion)	-0-	-0-
234	Notes/Accounts Payable to Associated Companies	-0-	-0-
235	Customer Deposits	5,530	7,115
236	Accrued Taxes	14,670	15,766
237	Accrued Interest	266	220
241	Miscellaneous Current and Accrued Liabilities	-0-	-0-
	TOTAL CURRENT LIABILITIES	\$ 32,288	\$ 42,973
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 28,114	\$ 23,372
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -0-	\$ -0-
252	Advances in Aid of Construction	28,645	27,769
255	Accumulated Deferred Investment Tax Credits	-0-	-0-
271	Contributions in Aid of Construction	35,137	34,260
272	Less: Amortization of Contributions	-2,110	-2,110
281	Accumulated Deferred Income Tax	-0-	-0-
	TOTAL DEFERRED CREDITS	\$ 61,672	\$ 59,919
	TOTAL LIABILITIES	\$ 122,074	\$ 126,264
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 30,000	\$ 30,000
211	Paid in Capital in Excess of Par Value	223,485	117,232
215	Retained Earnings	-0-	-0-
218	Proprietary Capital (Sole Props and Partnerships)	-0-	-0-
	TOTAL CAPITAL	\$ 253,485	\$ 147,232
	TOTAL LIABILITIES AND CAPITAL	\$ 375,559	\$ 273,496

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 187,299	\$ 183,038
460	Unmetered Water Revenue	-0-	-0-
474	Other Water Revenues	850	825
	TOTAL REVENUES	\$ 188,149	\$ 183,863
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 78,656	\$ 69,105
610	Purchased Water	1,128	646
615	Purchased Power	21,157	19,190
618	Chemicals	-0-	-0-
620	Repairs and Maintenance	5,625	7,714
621	Office Supplies and Expense	3,830	2,482
630	Outside Services	913	3,975
635	Water Testing	1,281	850
641	Rents	3,530	3,600
650	Transportation Expenses	3,733	5,488
657	Insurance - General Liability	4,204	4,899
659	Insurance - Health and Life	9,178	9,726
666	Regulatory Commission Expense - Rate Case	45	45
675	Miscellaneous Expense	463	825
403	Depreciation Expense	28,961	29,011
408	Taxes Other Than Income	7,101	6,870
408.11	Property Taxes	7,249	7,272
409	Income Tax	3,002	2,533
	TOTAL OPERATING EXPENSES	\$ 180,056	\$ 174,231
	OPERATING INCOME/(LOSS)	\$ 8,093	\$ 9,632
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ -0-	\$ -0-
421	Non-Utility Income	-0-	-0-
426	Miscellaneous Non-Utility Expenses	463	168
427	Interest Expense	1,810	992
	TOTAL OTHER INCOME/(EXPENSE)	\$ (2,273)	\$ (1,160)
	NET INCOME/(LOSS)	\$ 5,820	\$ 8,472

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1-12-98			
Source of Loan	1st mtg			
ACC Decision No.	61549			
Reason for Loan	100,000 gal storage tank			
Dollar Amount Issued	\$ 70,000	\$	\$	\$
Amount Outstanding	\$ 23,372	\$	\$	\$
Date of Maturity	1-12-08			
Interest Rate	5 %	%	%	%
Current Year Interest	\$ 772	\$	\$	\$
Current Year Principle	\$ 27,572	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 4,704

Meter Deposits Refunded During the Test Year

\$ 4,704

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-505-300	20	180	390	10	2	1984
55-624-266	10	80	200	12	2	1972
55-624-265	7.5	80	200	8	2	1912/13

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
2" hook-up w/Cwd Water Works	100	2

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2	53	16
10	4		
7.5	1		
5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	2	10,000	2
50,000	2	5,000	1
10,000	2		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2	STL - PVC	5,600
3		
4	CI - PVC	14,400
5		
6	CI ACC PVC	140,000
8	PVC PVC900	4,155
8	DI	127

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	186
3/4	
1	9
1 1/2	16
2	36
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Positive displacement HTH broth standby

STRUCTURES:

Pump house - workshop - storage garages

OTHER:

Lighting, security fences around all wells, pumps, tanks, pipe and equipment areas

Gas fired generator

COMPANY NAME: CLEMENCEAU WATER COMPANY, INC.

10/20/2004

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	248	4,231	4,535
FEBRUARY	248	4,466	4,383
MARCH	248	4,663	4,472
APRIL	248	6,601	6,845
MAY	248	7,843	7,692
JUNE	248	8,842	7,378*
JULY	248	8,773	8,811
AUGUST	248	8,592	8,673
SEPTEMBER	247	8,622	8,502
OCTOBER	247	7,360	7,639
NOVEMBER			
DECEMBER			
TOTAL		N/A	68,930

* #2 meter not recording usage approx. 2 weeks

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: N/A

What is the level of arsenic for each well on your system. #1 0.023 mcL

(If more than one well, please list each separately.)

#2 0.024 mcL

#3 0.023 mcL

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME CLEMENCEAU WATER COMPANY, INC. YEAR ENDING 10/20/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 7,272

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

2003
2-12

905-46-630 4

B/B 1154

CLEMENCEAU WATER CO. 03/97
SPECIAL ACCOUNT
P.O. BOX 58
COTTONWOOD, AZ 86326

DATE 4-2-04

91-170
855 1221 AZ

PAY TO THE ORDER OF Ross Jacobs, Yavapai County Treasurer \$ 3366.67
three thousand three hundred sixty six and 67/100 DOLLARS

Bank of America.

FOR 2nd half 2003

Mrs George L. Siler

⑈001154⑈ ⑆122101706⑆ 000252125987⑈ ⑈0000336667⑈

PROPERTY TAXES ARE ISSUED BY THE COUNTY OF YAVAPAI, ARIZONA. IF YOU HAVE A QUESTION, PLEASE CALL THE COUNTY CLERK'S OFFICE AT (928) 222-1010.

04/07/04 0305T 01 P01 VS DATE 04/07/04 P09 E C 04% AZ

BANK ONE, NA
⑈111901331⑈
04072004

55231395

For Deposit Only
04072004
Yavapai County Treasurer

DO NOT WRITE STAMP OR SIGN OVER THIS AREA

CLEMENCEAU WATER CO. 03/97
SPECIAL ACCOUNT
P.O. BOX 58
COTTONWOOD, AZ 86326

1172

DATE 9-27-04 91-170
855 1221 AZ

PAY
TO THE
ORDER OF

Rosa W. Jacobs County Treasurer

\$ 3905.81

three thousand nine hundred and five and 81/100

DOLLARS

Bank of America.



CVC

FOR 905-40-630 4

Mrs. Benay L. Baker

⑈001172⑈ ⑆122101706⑆ 000252125987⑈

⑈0000390581⑈

10012004 1015 CREDIT TO PAYEE'S ACCT
51173 0020 ENDORSEMENT GUARANTEED
VS ME 00000064 BANK OF AMERICA
09/27/04 03:04:41 PM 1116013314

3120053626 3340526921

Security Features:
• Watermark
• Color Shifting
• Microprint
• Security Thread
• Hologram
• Color Changing Ink
• Security Features
• Absence of Original Document
• Vertical Lines on Back

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
IF SERVED BY AIR MAIL, SIGN HERE

COMPANY NAME CLEMENCEAU WATER COMPANY, INC.YEAR ENDING 10/20/2004**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>758,863</u>
Estimated or Actual Federal Tax Liability	<u>2,808</u>

State Taxable Income Reported	<u>758,863</u>
Estimated or Actual State Tax Liability	<u>325</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>27,769</u>
Amount of Gross-Up Tax Collected	<u>-0-</u>
Total Grossed-Up Contributions/Advances	<u>27,769</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE3/18/05

DATEGeorge T. Siler, Jr.

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAR 28 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>George T. Siler, Jr.</u>
COMPANY NAME
<u>Clemenceau Water Company, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>10</u>	<u>20</u>	<u>2004</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 201,295

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 17,432
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 18th DAY OF

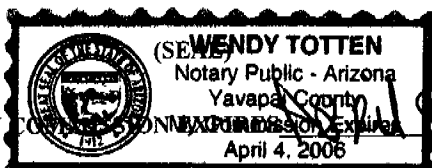
SIGNATURE OF OWNER OR OFFICIAL

928-634-8879

TELEPHONE NUMBER

COUNTY NAME
<u>Yavapai</u>
MONTH
<u>March</u>
YEAR
<u>2005</u>

SIGNATURE OF NOTARY PUBLIC



MY COMMISSION EXPIRES

RECEIVED

MAR 28 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yavapai	
NAME (OWNER OR OFFICIAL) George T. Siler, Jr.	TITLE President
COMPANY NAME Clemenceau Water Company, Inc.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
10	20	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 73,808

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$6,427
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
928-634-8879
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

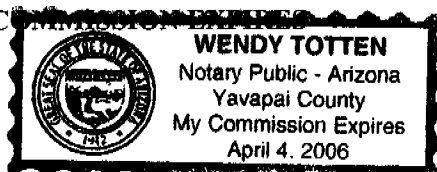
THIS

18th

DAY OF

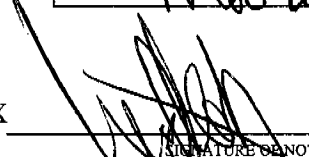
(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME Wendy Totten	
COUNTY NAME Yavapai	
MONTH March	YEAR 2005

X


SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.** 10/20/2004

Sales	\$200,470
Sales Tax	<u>17,432</u>
	\$183,038
Establishment Fees	<u>825</u>
	\$183,863
Operating Expense	<u>174,231</u>
Operating Income	\$ 9,632

NOT REFLECTED IN ABOVE

Bank Charges	\$ 137
Bank Interest	\$ 772
Bank Loan Payment	\$ 27,572
Customer Interest	\$ 220
Customer Refunds	\$ 11,819 (Meters & Deposits)
Line Extension Contracts	\$ 877 (Paid through 10/20/2004-- City of Cottonwood to reimburse balance)
Sale of Company to City of Cottonwood 10/20/2004	\$575,000